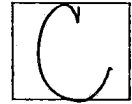


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



WS-01689A
Clear Springs Utility Company, Inc.
2102 N. Forbes, Ste. 107
Tucson, AZ 85745

ANNUAL REPORT
Water – Sewer

FOR YEAR ENDING

12	31	2009
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FOR COMMISSION USE

ANN 04	09
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5-11-10

COMPANY INFORMATION

Company Name (Business Name)	Clear Springs Utility Company		
Mailing Address	2102 N. Forbes, #107		
	(Street)		
Tucson	AZ	85745	
(City)	(State)	(Zip)	
520-623-5172	520-792-0377		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			
Local Office Mailing Address	Same as above		
	(Street)		
	(City)	(State)	(Zip)
Local Office Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			

MANAGEMENT INFORMATION

Management Contact:	Southwestern Utility Management, Inc.		
	(Name)	(Title)	
2102 N. Forbes, #107	Tucson	AZ	85745
(Street)	(City)	(State)	(Zip)
520-623-5172	520-792-0377		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			
On Site Manager:	Matthew England		
	(Name)		
2102 N. Forbes, #107	Tucson	AZ	85745
(Street)	(City)	(State)	(Zip)
520-623-5172	520-792-0377		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			

See Accountants' Report.

Statutory Agent Bonnie O'Connor			
(Name)			
P.O. Box 85160	Tucson	AZ	85754
(Street)	(City)	(State)	(Zip)
520-623-5172	520-792-0377		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Attorney:			
(Name)			
(Street)	(City)	(State)	(Zip)
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

OWNERSHIP INFORMATION

☐ Sole Proprietor (S)
 ☐ C Corporation (C) (Other than Association/Co-Op)

☐ Partnership (P)
 ☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)
 ☐ Association/Co-Op (A)

☐ Receivership (R)
 ☐ Limited Liability Company

☐ Other (Describe) _____

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input checked="" type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

See Accountants' Report.

HOLM, HESTAND & VALENZUELA, CPAs, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
3131 NORTH COUNTRY CLUB ROAD, SUITE 109
TUCSON, ARIZONA 85716

DOUGLAS R. HOLM, CPA
EMMA K. HESTAND, CPA
JANETTE G. VALENZUELA, CPA

TELEPHONE: (520) 326-8483
FAX: (520) 795-5191
E-MAIL: HHVCPA@EARTHLINK.NET

COMPILATION ENGAGEMENT REPORT

We have compiled the balance sheets of Clear Springs Utility Company--Sewer Division as of December 31, 2009 and 2008, and the related comparative statements of income and expense for the years then ended, included in the accompanying prescribed form in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission--Utilities Division information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Arizona Corporation Commission--Utilities Division which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Holm, Hestand, Valenzuela CPAs P.C.

March 25, 2010

HOLM, HESTAND & VALENZUELA, CPAS, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
3131 NORTH COUNTRY CLUB ROAD, SUITE 109
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COMPILATION ENGAGEMENT REPORT

We have compiled the balance sheets of Clear Springs Utility Company--Water Division as of December 31, 2009 and 2008, and the related comparative statements of income and expense for the years then ended, included in the accompanying prescribed form in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission--Utilities Division information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Arizona Corporation Commission--Utilities Division which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Holm, Hestand, Valenzuela CPAs P.C.

March 25, 2010

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D (OC less AD)
301	Organization	1625	---	1625
302	Franchises			
303	Land and Land Rights	210	---	210
304	Structures and Improvements	27528	25688	1840
307	Wells and Springs	179951	129763	50188
311	Pumping Equipment	168711	131930	36781
320	Water Treatment Equipment	4574	1647	2927
330	Distribution Reservoirs and Standpipes	138435	101016	37419
331	Transmission and Distribution Mains	334534	260580	73954
333	Services	108827	61989	46838
334	Meters and Meter Installations	79659	64248	15411
335	Hydrants	9850	9850	---
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3274	3274	---
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	6727	6563	164
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1063905	796548	267357

This amount goes on the Balance Sheet Acct. No. 108

See Accountants' Report.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D (OC less AD)
351	Organization			
352	Franchises			
353	Land and Land Rights	4654	---	4654
354	Structures and Improvements	9999	6241	3758
355	Power Generation Equipment	51058	46747	4311
360	Collection Sewers – Force	273018	250357	22661
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Service to Customers	9880	2711	7169
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	487	148	339
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equip.			
390	Office Furniture and Equipment			
391	Transportation Equipment	863	863	---
393	Tools, Shop and Garage Equip.	2061	1212	849
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	352020	308279	43741

This amount goes on the Balance Sheet Acct. No. 108



See Accountants' Report.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1625	---	---
302	Franchises			
303	Land and Land Rights	210	---	---
304	Structures and Improvements	27528	3.33%	63
307	Wells and Springs	179951	3.33%	1730
311	Pumping Equipment	168711	12.50%	5255
320	Water Treatment Equipment	4574	20.00%	732
330	Distribution Reservoirs and Standpipes	138435	2.22%	850
331	Transmission and Distribution Mains	334534	2.00%	1509
333	Services	108827	3.33%	1615
334	Meters and Meter Installations	79659	8.33%	1401
335	Hydrants	9850	2.00%	---
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3274	6.67%	---
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	6727	5.00%	9
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1063905		13164

Less: Amortization of Contributions in Aid of Construction (564)

This amount goes on Comparative statement of Income and Expense Acct. No. 403. 12600

Depreciation for 2009 is calculated on O.C.L.D.

See Accountants' Report.

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)*
351	Organization			
352	Franchises			
353	Land and Land Rights	4654	---	---
354	Structures and Improvements	9999	5%	198
355	Power Generation Equipment	51058	5%	227
360	Collection Sewers – Force	273018	5%	1193
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers	9880	5%	377
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	487	5%	18
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equip.			
390	Office Furniture and Equipment			
391	Transportation Equipment**	863	5%	---
393	Tools, Shop and Garage Equip.	2,061	5%	45
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	352020		2058

This amount goes on the Comparative Statement of Income and Expense Acct. 403

Less: Amortization of Contributions in Aid of Construction

*Depreciation for 2009 is calculated on O.C.L.D.

(253)

1805

See Accountants' Report.

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 30652	\$ 25731
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	11530	12405
146	Notes/Receivables from Associated Companies	6547	6547
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 48729	\$ 44683
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1038409	\$ 1063905
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(783384)	(796548)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 255025	\$ 267357
	TOTAL ASSETS	\$ 303754	\$ 312040

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3152	\$ 993
132	Special Deposits		
135	Temporary Cash Investments	107790	16271
141	Customer Accounts Receivable	3735	5019
146	Notes/Receivables from Associated Companies	43654	51654
151	Plant Material and Supplies	1602	1602
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 159933	\$ 75539
	FIXED ASSETS		
101	Utility Plant in Service	\$ 350945	\$ 352020
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(306221)	(308279)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 44724	\$ 43741
	TOTAL ASSETS	\$ 204657	\$ 119280

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

See Accountants' Report.

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 8097	\$ 23405
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	43654	51654
235	Customer Deposits	62093	46770
236	Accrued Taxes	655	659
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 114499	\$ 122488
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 99054	\$ 94500
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	75151	98501
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	239743	239743
272	Less: Amortization of Contributions	(228456)	(229020)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 86438	\$ 109224
	TOTAL LIABILITIES	\$ 299991	\$ 326212
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1000	\$ 1000
211	Paid in Capital in Excess of Par Value	1839934	1839934
215	Retained Earnings	(1837171)	(1855106)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 3763	\$ (14172)
	TOTAL LIABILITIES AND CAPITAL	\$ 303754	\$ 312040

See Accountants' Report.

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 2140	\$ 3060
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	8283	6547
235	Customer Deposits	620	542
236	Accrued Taxes	212	193
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 11255	\$ 10342
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$ 40741	\$ 40741
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	87976	87976
272	Less: Amortization of Contributions	(82906)	(83159)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 45811	\$ 45558
	TOTAL LIABILITIES	\$ 57066	\$ 55900
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Other Paid in Capital	797825	797825
215	Retained Earnings	(650234)	(734445)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 147591	\$ 63380
	TOTAL LIABILITIES AND CAPITAL	\$ 204657	\$ 119280

Retained Earnings at 1/1/09	(650234)
Income for 2009	8579
Dividend Paid	(92790)
Retained Earnings at 12/31/09	(734445)

See Accountants' Report.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 168060	\$ 175260
460	Unmetered Water Revenue		
474	Other Water Revenue	887	(26)
	TOTAL REVENUES	\$ 168947	\$ 175234
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	27219	15664
618	Chemicals	2655	2154
620	Repairs and Maintenance	9473	5399
621	Office Supplies and Expense	5086	22298
630	Outside Services	85035	100619
635	Water Testing	3054	1350
641	Rents		
650	Transportation Expense	6561	12361
657	Insurance – General Liability	3404	3433
659	Insurance – Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	12788	12600
408	Taxes Other Than Income		
408.11	Property Taxes	18294	11431
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 173569	\$ 187309
	OPERATING INCOME/(LOSS)	\$ (4622)	\$ (12075)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 29	\$ 12
421	Non-Utility Income	225	554
426	Miscellaneous Non-Utility Income		
427	Interest Expense	(6711)	(6426)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (6457)	\$ (5860)
	NET INCOME/(LOSS)	\$ (11079)	\$ (17935)

See Accountants' Report.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$	\$
522	Measured Revenues	48809	49371
536	Other Wastewater Revenues	10	120
	TOTAL REVENUES	\$ 48819	\$ 49491
	OPERATING EXPENSES		
701	Salaries and Wages	\$	\$
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	3739	3048
716	Fuel for Power Production		
718	Chemicals		
720	Materials and Supplies		
731	Contractual Services – Professional	38390	29884
735	Contractual Services – Testing		
736	Contractual Services - Other	4903	1446
740	Rents		
750	Transportation Expense	2263	2486
755	Insurance Expense		
765	Regulatory Commission Expense		
775	Miscellaneous Expense	581	100
403	Depreciation Expense	1810	1805
408	Taxes Other Than Income		
408.11	Property Taxes	3494	3381
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 55180	\$ 42150
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 3389	\$ 1271
421	Non-Utility Income	24	16
426	Miscellaneous Non-Utility Income		
427	Interest Expense	(887)	(49)
	TOTAL OTHER INCOME/(EXPENSE)	\$ 2526	\$ 1238
	NET INCOME/(LOSS)	\$ (3835)	\$ 8579

See Accountants' Report.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	6/01/01	5/23/06		
Source of Loan	W.I.F.A.	W.I.F.A.		
ACC Decision No.	62583	68443		
Reason for Loan	Finance Water System Improvements	Finance Water System Improvements		
Dollar Amount Issued	\$ 80000.00	\$ 40640.00	\$	\$
Amount Outstanding	\$ 58049.02	\$ 36451.05	\$	\$
Date of Maturity	6/01/21	5/1/26		
Interest Rate	6.75%	6.38%	%	%
Current Year Interest	\$3698.74	\$2741.98	\$	\$
Current Year Principal	\$3247.26	\$1306.16	\$	\$

Meter Deposit Balance at Test Year End \$ 40330.00

Meter Deposits Refunded During the Test Year \$ 17690.00

See Accountants' Report.

COMPANY NAME Clear Springs Utility Company – Sewer Division	
Name of System:	Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION
TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Aerobic Lagoon Anaerobic Lagoon
DESIGN CAPACITY OF PLANT (Gallons Per Day)	300,000 Gallons/Day

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
S.W. Corner Ford Road & Allen St. Sunsites-Pearce, AZ	2	7.5	500	2000
Stand-by back-up pump 220V 3ph	1	5	200	
Stand-by 110 Volt pump	1	5	160	

FORCE MAINS

Size	Material	Length (Feet)
4-inch		
6-inch		
8-inch	AC	1200

MANHOLES

Type	Quantity
Standard	160
Drop	

CLEANOUTS

Quantity
11

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Clear Springs Utility Company – Sewer Division

Name of System:

Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4		
6	AC	1225
6	PVC	3730
8	AC	24200
8	CLAY	56000
8	PVC	11840
12	AC	3000
21		
24		
30		

SERVICES

Size (in inches)	Material	Quantity
4	AC	386
6		
8		
12		
15		

**FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY
PER WASTEWATER SYSTEM**

SOLIDS PROCESSING AND HANDLING FACILITIES	
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	
STRUCTURES (Buildings, Fences, Etc.)	Fences surrounding sewer ponds
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Stand-by generator pump

***Note: If you are filing for more than one system, please provide separate sheets
for each system.***

COMPANY NAME Clear Springs Utility Company – Sewer Division

Name of System:

Wastewater Inventory Number (if applicable):

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January	370	1201022	56185
February	372	1120112	57956
March	374	1404226	51764
April	369	1185684	56524
May	367	1097888	42242
June	371	1143104	49020
July	369	1049696	43592
August	369	1139720	51888
September	372	1027200	61312
October	370	1125628	44724
November	370	1210632	59926
December	372	1249040	57982

**PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE
PER WASTEWATER SYSTEM**

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Evaporation ponds
Groundwater Permit Number	100824
ADEQ Aquifer Protection Permit Number	P100824
ADEQ Reuse Permit Number	
EPA NPDES Permit Number	

***Note: If you are filing for more than one system, please provide separate sheets
for each system.***

COMPANY NAME: <u>Clear Springs Utility Company – Sewer Division</u>	
Name of System:	Wastewater Inventory Number (if applicable):

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2- 609.B	Termination with Notice R14-2- 609.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	0	0
APRIL	0	0	0
MAY	0	0	0
JUNE	0	0	0
JULY	0	0	0
AUGUST	0	2	0
SEPTEMBER	0	3	0
OCTOBER	0	3	0
NOVEMBER	0	0	0
DECEMBER	0	0	0
TOTALS →	0	8	0

OTHER (description):

COMPANY NAME Clear Springs Utility Company, Inc.	
Name of System: Clear Springs - Town	ADEQ Public Water System Number: 02-008

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-603877	30	180	800	16	4	1964
55-604034	Not in Service					
55-502128	120	300	700	16	6	1982

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	2	73	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	3,000	1
		5,000	2

Note: If you are filing for more than one system, please provide separate sheets for each system.

See Accountants' Report.

COMPANY NAME Clear Springs Utility Company, Inc.

Name of System: Clear Springs - Town

ADEQ Public Water System Number: 02-008

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	Galvanized	200
3	PVC	360
4	PVC	3050
5		
6	PVC	3040
8	PVC	180
10	AC	6985
12	AC	200
2	PVC	1036
3	AC	10698
4	AC	3020
6	AC	29495
8	AC	5650

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	529
3/4	5
1	17
1 1/2	9
2	4
Comp. 3	
Turbo 3	2
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT: 2 Chlorinators

STRUCTURES: 1313 Treasure Road - building

OTHER: 6 cylinder natural gas pump motor, 2" trash pump, compressor, whacker compressor, 7 kw generator

Note: If you are filing for more than one system, please provide separate sheets for each system.

See Accountants' Report.

COMPANY NAME Clear Springs Utility Co., - Water Division	
Name of System: Well #3	ADEQ Public Water System Number: 02-048

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-603879	5	25	442	6		1966

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
		85	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

See Accountant's Compilation Report

COMPANY NAME: Clear Springs Utility Co. – Water Division	
Name of System: Well #3	ADEQ Public Water System Number: 02-048

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	AC	1,500
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	6
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

See Accountant's Compilation Report

COMPANY NAME Cler Springs Utility Co., - Water Division	
Name of System: Well #6	ADEQ Public Water System Number: 02-049

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-588414	7.5	40	505	8	2	2001

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
12,500	1	1,200	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

See Accountants' Report.

COMPANY NAME: Clear Springs Utility Co. – Water Division

Name of System: CSU Well #6

ADEQ Public Water System Number: 02-049

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	AC	4700
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	17
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT: Chlorinator

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

See Accountant's Compilation Report

COMPANY NAME Clear Springs Utility Co., - Water Division

Name of System: Well #7

ADEQ Public Water System Number: 02-050

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-603880	3	18	560	6	2	1969

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
3	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
1,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Clear Springs Utility Co. – Water Division

Name of System: CSU Well#7

ADEQ Public Water System Number: 02-050

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	AC	1800
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	9
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

See Accountant's Compilation Report

COMPANY NAME Clear Springs Utility Co., - Water Division

Name of System: Well #9

ADEQ Public Water System Number: 02-051

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-603882	5	25	675	8/6	2	1970

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
12,500	1	1,000	1

Note: If you are filing for more than one system, please provide separate sheets for each

See Accountants' Report.

COMPANY NAME: Clear Springs Utility Co. – Water Division

Name of System: Well#9

ADEQ Public Water System Number: 02-051

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	<u>AC</u>	<u>4200</u>
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	<u>9</u>
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

See Accountant's Compilation Report

COMPANY NAME: <u>Clear Springs Utility Company, Inc.</u>	
Name of System: <u>Clear Springs - Town</u>	ADEQ Public Water System Number: <u>02-008</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	542	2143	2273	0
FEBRUARY	542	2381	2573	0
MARCH	543	2638	2456	0
APRIL	543	3379	3337	0
MAY	536	4621	4002	0
JUNE	537	3552	3425	0
JULY	534	3345	3473	0
AUGUST	540	4799	4855	0
SEPTEMBER	538	3374	2737	0
OCTOBER	543	2645	2926	0
NOVEMBER	538	3069	3152	0
DECEMBER	538	1958	2695	0
TOTALS →		37904	37905	0

What is the level of arsenic for each well on your system? <.001 & .001 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 500 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☒ (X) Yes ☐ () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☐ () Yes ☒ (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ () Yes ☒ (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Clear Springs Utility Company, Inc.

Name of System: Clear Springs – Well #3 ADEQ Public Water System Number: 02-048

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	5	15	21	0
FEBRUARY	5	20	28	0
MARCH	5	28	35	0
APRIL	5	38	51	0
MAY	4	56	57	0
JUNE	4	38	40	0
JULY	4	38	24	0
AUGUST	4	64	55	0
SEPTEMBER	4	45	48	0
OCTOBER	4	37	40	0
NOVEMBER	4	29	34	0
DECEMBER	4	18	22	0
TOTALS →		426	455	0

What is the level of arsenic for each well on your system? N/A mg/l

(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 500 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

See Accountants' Report.

COMPANY NAME: Clear Springs Utility Company, Inc.

Name of System: Clear Springs – Well #6 **ADEQ Public Water System Number:** 02-049

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	17	65	65	0
FEBRUARY	17	69	71	0
MARCH	17	78	46	0
APRIL	17	107	135	0
MAY	17	174	155	0
JUNE	17	182	180	0
JULY	17	162	166	0
AUGUST	17	221	221	0
SEPTEMBER	17	161	165	0
OCTOBER	17	116	112	0
NOVEMBER	17	90	88	0
DECEMBER	17	53	54	0
TOTALS →		1478	1456	0

What is the level of arsenic for each well on your system? <0.001 mg/l

(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

See Accountants' Report.

COMPANY NAME: <u>Clear Springs Utility Company, Inc.</u>	
Name of System: <u>Clear Springs – Well #7</u>	ADEQ Public Water System Number: <u>02-050</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	7	12	13	0
FEBRUARY	7	16	15	0
MARCH	7	17	17	0
APRIL	7	21	25	0
MAY	7	28	22	0
JUNE	7	17	20	0
JULY	7	26	27	0
AUGUST	7	31	32	0
SEPTEMBER	7	33	33	0
OCTOBER	7	29	30	0
NOVEMBER	7	24	25	0
DECEMBER	7	15	16	0
TOTALS →		269	275	0

What is the level of arsenic for each well on your system? N/A mg/l

(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Clear Springs Utility Company, Inc.

Name of System: Clear Springs – Well #9 **ADEQ Public Water System Number:** 02-051

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	9	52	55	0
FEBRUARY	9	60	60	0
MARCH	9	64	71	0
APRIL	9	77	94	0
MAY	9	143	137	0
JUNE	9	129	137	0
JULY	9	138	144	0
AUGUST	9	119	127	0
SEPTEMBER	9	63	80	0
OCTOBER	9	71	80	0
NOVEMBER	9	89	104	0
DECEMBER	10	58	61	0
TOTALS →		1063	1150	0

What is the level of arsenic for each well on your system? N/A mg/l

(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

See Accountants' Report.

COMPANY NAME: Clear Springs Utility Company, Inc.

Name of System: Clear Springs – Town ADEQ Public Water System Number: 02-008

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	0	0
APRIL	0	0	0
MAY	0	0	0
JUNE	0	0	0
JULY	0	0	0
AUGUST	0	3	0
SEPTEMBER	0	4	0
OCTOBER	0	4	0
NOVEMBER	0	0	0
DECEMBER	0	0	0
TOTALS →	0	11	0

OTHER (description):

See Accountants' Report.

COMPANY NAME: Clear Springs Utility Company, Inc.

Name of System: Clear Springs – Well #3 ADEQ Public Water System Number: 02-048

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	0	0
APRIL	0	0	0
MAY	0	0	0
JUNE	0	0	0
JULY	0	0	0
AUGUST	0	0	0
SEPTEMBER	0	0	0
OCTOBER	0	0	0
NOVEMBER	0	0	0
DECEMBER	0	0	0
TOTALS →	0	0	0

OTHER (description):

See Accountants' Report.

COMPANY NAME: Clear Springs Utility Company, Inc.

Name of System: Clear Springs – Well #6 ADEQ Public Water System Number: 02-049

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	0	0
APRIL	0	0	0
MAY	0	0	0
JUNE	0	0	0
JULY	0	0	0
AUGUST	0	0	0
SEPTEMBER	0	0	0
OCTOBER	0	0	0
NOVEMBER	0	0	0
DECEMBER	0	0	0
TOTALS →	0	0	0

OTHER (description):

See Accountants' Report.

COMPANY NAME: Clear Springs Utility Company, Inc.

Name of System: Clear Springs – Well #7 ADEQ Public Water System Number: 02-050

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	0	0
APRIL	0	0	0
MAY	0	0	0
JUNE	0	0	0
JULY	0	0	0
AUGUST	0	0	0
SEPTEMBER	0	0	0
OCTOBER	0	0	0
NOVEMBER	0	0	0
DECEMBER	0	0	0
TOTALS →	0	0	0

OTHER (description):

See Accountants' Report.

COMPANY NAME: Clear Springs Utility Company, Inc.

Name of System: Clear Springs – Well #9

ADEQ Public Water System Number: 02-051

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	0	0
APRIL	0	0	0
MAY	0	0	0
JUNE	0	0	0
JULY	0	0	0
AUGUST	0	0	0
SEPTEMBER	0	0	0
OCTOBER	0	0	0
NOVEMBER	0	0	0
DECEMBER	0	0	0
TOTALS →	0	0	0

OTHER (description):

See Accountants' Report.

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2009 was \$ 11431

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property tax paid, explain why. _____

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2009 was \$ 3381

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property tax paid, explain why. _____

YEAR ENDING 12/31/2009

For this reporting period, please provide the following:

State Taxable Income Reported	(29394)
Estimated or Actual State Tax Liability	---

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	_____
Amount of Gross-Up Tax Collected	_____
Total Grossed-Up Contributions/Advances	_____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

3/31/10
DATE

Bonnie O'Connor
PRINTED NAME

Secretary

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

(COUNTY OF (COUNTY NAME))	
Pima	
NAME (OWNER OR OFFICIAL)	TITLE
Bonnie O'Connor	Secretary
COMPANY NAME	
Clear Springs Utility Company	

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE
ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE
CURRENT AND PAID IN FULL.**

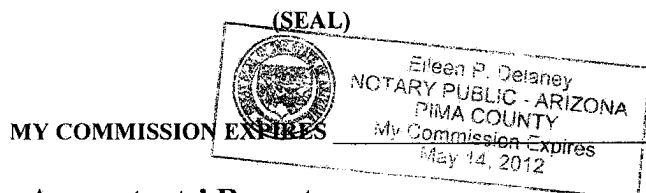
**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT
AND PAID IN FULL.**

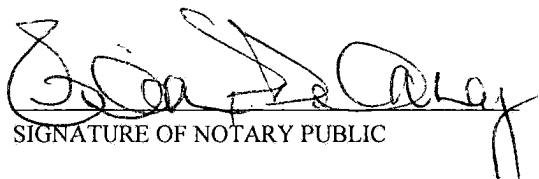

SIGNATURE OF OWNER OR OFFICIAL

520-1023-5172
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME EILEEN P DELANEY
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS	<u>30th</u>	DAY OF	COUNTY NAME	
			PIMA	
			MONTH	20 <u>10</u>
			March	




SIGNATURE OF NOTARY PUBLIC

See Accountants' Report.

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
Pima
NAME (OWNER OR OFFICIAL) TITLE
Bonnie O'Connor, Secretary
COMPANY NAME
Clear Springs Utility Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

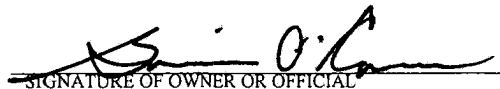
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 238391.50

(THE AMOUNT IN THE BOX ABOVE
INCLUDES \$ 13,760.50
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL

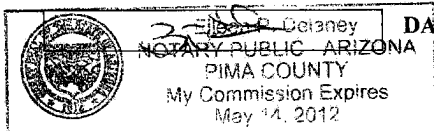
520-1023-5172
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME EILEEN P DELANEY

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 31 DAY OF

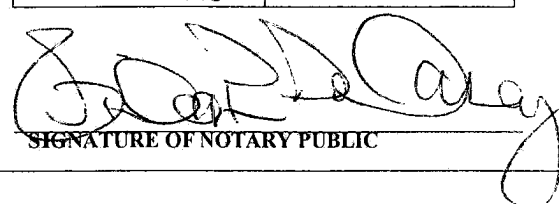
(SEAL)



MY COMMISSION EXPIRES

See Accountant's Report.

COUNTY NAME
PIMA
MONTH <u>MARCH</u> 20 <u>10</u>


SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

APR 01 2010

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Bonnie O'Connor	TITLE Secretary
COMPANY NAME Clear Springs Utility Company	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2009
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01 ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 194,488.23

(THE AMOUNT IN BOX AT LEFT
INCLUDES **\$2,031.94**
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL

520-1623-5172
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS**

30TH DAY OF

(SEAL)



Eileen P. Delaney
NOTARY PUBLIC - ARIZONA
PIMA COUNTY
My Commission Expires
May 14, 2012

MY COMMISSION EXPIRES

NOTARY PUBLIC NAME EILEEN P. DELANEY	
COUNTY NAME PIMA	
MONTH MARCH	YEAR 2010

X 
SIGNATURE OF NOTARY PUBLIC

See Accountants' Report